SOCIAL EQUITY IN CANNABIS TASK FORCE

OCTOBER 28TH MEETING

Disproportionately Impacted Areas Proposal OCTOBER 28TH, 2021

Section 1: Scoring Rubric Identifying Criteria Elements

Section 2: Weighting the categories

Section 3: Application Process

Section 1: Scoring Rubric Identifying Criteria Elements

Below are the 4 sections that make up the Social Equity Application.

- 1. Eligibility Criteria
- 2. Social Equity Plan Elements
- 3. Business Viability
- 4. Other Priority Criteria

Category	Criteria Elements	
Eligibility Criteria	1.Lived in a Disproportionately Impacted Area	
	1a. How long have you lived in a DIA (6m-5y) = 5pts, (5y-10)= 10pts, (10+years) = 20pts	
	2.Convicted of a drug offense (Self)	
Criteria	2a. Convicted of Cannabis Offense? (Self)	
	3. Convicted of a drug offense (Family)	
	3a. Convicted of Cannabis Offense (Family)	

Category	Criteria Elements	
	1. Affirm social equity status and 51% ownership	
	2. Affirm being issued a license will further equity goal	
Social	3.Personal or family history with criminal legal system	
Equity	3a. Did you or your family member's incarceration keep you from	
Plan	getting employment?	
Elements	3b. Did you lose custody of your children? or separation from your	
	family?	
	3c. Did you lose your home or your ability to purchase a home?	

Category	Criteria Elements	
Business Viability	1. Executive summary, vision and mission?	
	2. Are you a previous cannabis business owner/manager? What	
	qualifications do you have?	
	3. What are your diversity goals and plans for your business? Tell us who	
	you would partner with in the community?	
	4. Labor and employment practices. What are your plans for a safe	
	working environment, living wage standards?	

Category	Criteria Elements			
	1. Do you want to apply for the Technical Assistance Grant and how much do you need?			
	2. What is the source of the majority of your funding?			
	3.Do you have ownership of a current license, what percentage?			
Other	4. What is your personal income level?			
Priority	5. Black, Hispanic, Native American			
Criteria	(Black)=10pts, (Hispanic/Native American) = 5pts			
	**Based on arrest rates ratios from (240,000 Marijuana Arrests Costs, Consequences, and			
	Racial Disparities of Possession Arrests in Washington, 1986-2010, Marijuana Arrest Research			
	Project)			

Section 2: Scoring Rubric Weighting The Categories

Criteria	Point Scale	
Eligibility	50%	
Social Equity Plan	30%	
Business Viability	16%	
Other	4%	

Category	Criteria Elements	Weight %	
Eligibility Criteria	1.Lived in a Disproportionately Impacted Area (DIA)		
	1a. How long have you lived in a DIA (6m-5 <u>y)=</u> 5pts,		
	(5y-10)= 10pts, (10+years) =20pts		
	2.Convicted of a drug offense (Self)	50%	
	2a. Convicted of Cannabis Offense? (Self)		
	3. Convicted of a drug offense (Family)		
	3a. Convicted of Cannabis Offense (Family)		
	1. Affirm social equity status and 51% ownership		
	Affirm being issued a license will further equity goal		
Social	3.Personal or family history with criminal legal system		
Equity Plan Elements	3a. Did you or your family member's incarceration keep you from getting employment?	30%	
	3b. Did you lose custody of your children? or separation from your family?		
	3c. Did you lose your home or your ability to purchase a home?		
	1. Executive summary, vision and mission?	16%	
	2. Are you a previous cannabis business		
Business Viability	owner/manager? What qualifications do you have?		
	3. What are your diversity goals and plans for your business? Tell us who you would partner with in the community?		
	 Labor and employment practices. What are your plans for a safe working environment, living wage standards. 		
Other	1. Do you want to apply for the Technical Assistance		
	Grant and how much do you need?		
	2. What is the source of most of your funding?		
	3. Do you have ownership of a current license, what percentage?	4%	
	4. What's your personal income level?		
Priority			
Criteria	5. Black, Hispanic, Native American (Black =20pts), (Hispanic/Native American = 10pts) **Based on arrest rates ratios from (240,000 Marijuana Arrests Costs, Consequences, and Racial Disparities of Possession Arrests in Washington, 1986-2010, Marijuana Arrest Research Project		
	ivianjuana Arrest Nesearch Project		

Section 3: Social Equity Application Process

New proposal additions to the application process for Social Equity Applicants

- 1. **Review Panel (3rd Party)** or Contract w/ Social Justice and Racial Equity organization (3rd party)
- 2. Interviews or double-blind tie breakers (if Necessary)
- 3. Preliminary letter of approval from case manager
- 4. Allow 6 months (Option for 6-month extension) for applicant to secure a location
- 5. Social Equity Case Manager (Within Liquor Cannabis Board) to ensure equity standards are met and to help guide applicants during the process.

Section 3: Social Equity Application Process

(Green) Are additions to the current Liquor & Cannabis Board licensing process.

- 1. Social Equity Applicant seeks mentorship (optional)
- 2. Applicant submits Business License Application (Department of Revenue)
- 3. Applicant submits social equity plan to Review Panel (3rd Party) or Social Equity Contractor (3rd Party)
 - a. Interview or double-blind lottery as tie breakers (If Necessary)
- 4. Applicant is given Preliminary letter of approval
- 5. Liquor & Cannabis Board conducts Criminal History/Finger Printing
- 6. Liquor & Cannabis Board conducts Financial Review
- 7. Applicant can apply for grants with department of Commerce (If Necessary)
- 8. Liquor & Cannabis Board conducts Location Review (6 Months Window with 6 month extension if requested)
- 9. Liquor & Cannabis Board Security Inspection
- 10. Liquor & Cannabis Board Applicant is invoiced for fees
- 11. Liquor & Cannabis Board issues license and Department of Revenue is notified Equity Application Process
- 12. Municipality rules and regulations process passed before operation.